



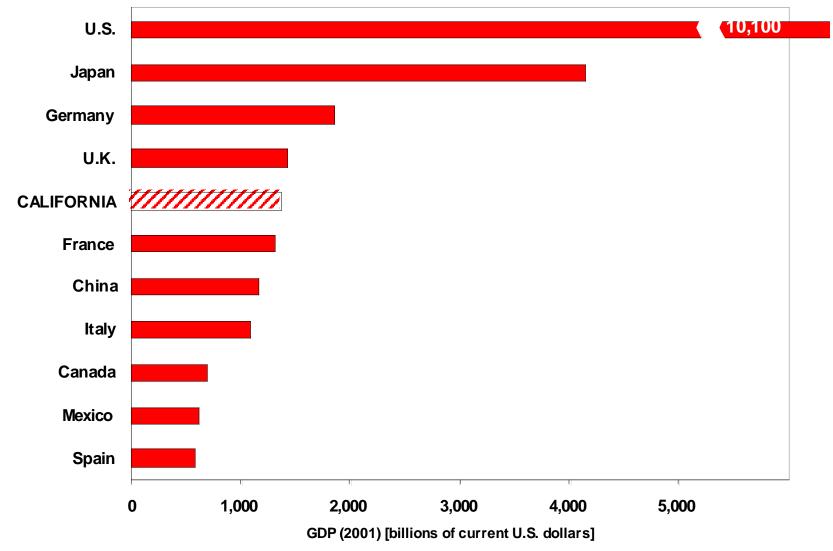
Stanford/Livermore Workshop On Climate Change Technology Initiative

Terry Surles
California Energy Commission
August 26, 2003



$GDP_{(2001)}$





California has Established a \$62M/yr Public Interest Energy Research Program (PIER)



Economy:
Affordable
Solutions

Quality: Reliable and Available

Environment:
Protect and
Enhance



PIER Public Benefit Objectives were Modified in 2002 Using Argonne Multi-Attribute Decision Analysis



- * Improve energy cost/value
- * Improve environment, public health, and safety
- * Improve electricity reliability/quality/sufficiency
- * Provide greater consumer choice
- Develop near-term applications
- * Address research gaps



PIER Must Have A Vision to Address Future Scenarios: Decentralization, Environment, and Choice



Regulated

Status Quo

- New energy systems
- Same players

Centralized

De-centralized and Clean

- Same energy systems
- New players

Supermarket of Choices

De-regulated



Policy and RD&D Must Be Linked in Order to Provide Benefits to the State



Benefits to State and Citizens

California Issues Related
State Activities Collaborations

Our Success is Coupled to the Successes of our Technology Partnerships

- * Universities UCOP, standard contract
- * Industries funding, obtaining co-funding, pushing deployment
- * Federal Departments of Energy, Commerce, Agriculture
- * National Laboratories LBNL, NREL, LLNL, ORNL, NETL, SNL, ANL
- * State ARB, CDF, DWR, DOGGR, CFA, CPA, CPUC, DGS



RD&D Activities Should Connect with Synergistic State Regulatory, Incentive, and Subsidy Programs

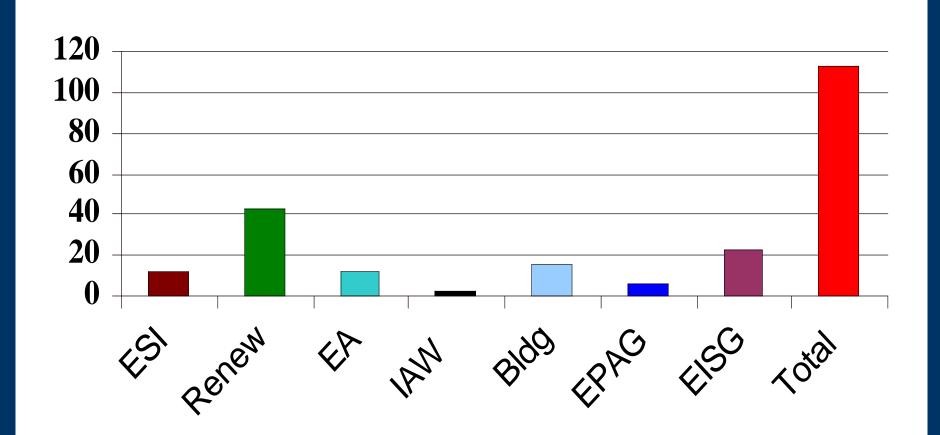
- * Buildings Titles 20 and 24
- * Renewables Renewable portfolio standard (RPS)
- * Environmentally-Preferred Advanced Generation 2007 ARB rules on distributed generation emissions
- * Energy Systems Integration CPUC/CEC initiatives in demand response/dynamic pricing, distributed energy resources, and transmission and distribution systems
- * Environmental Impacts/opportunities related to RPS, state initiatives (AB 1493) in climate change



\$ External Funding Into State Pier



(in \$ Millions)





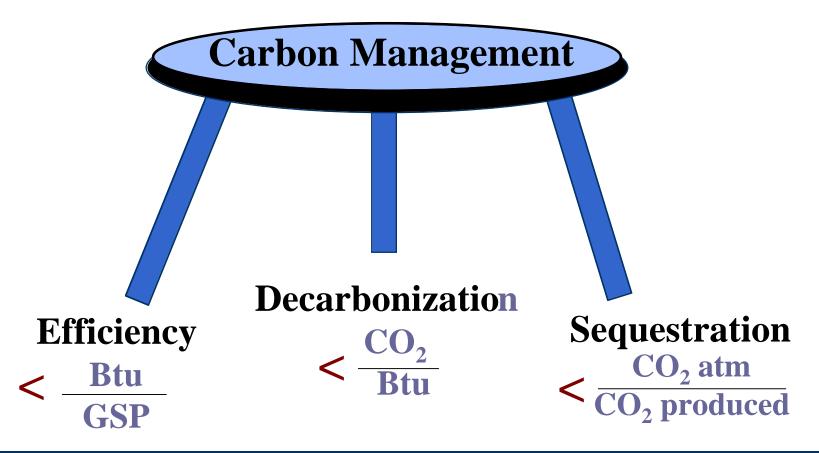




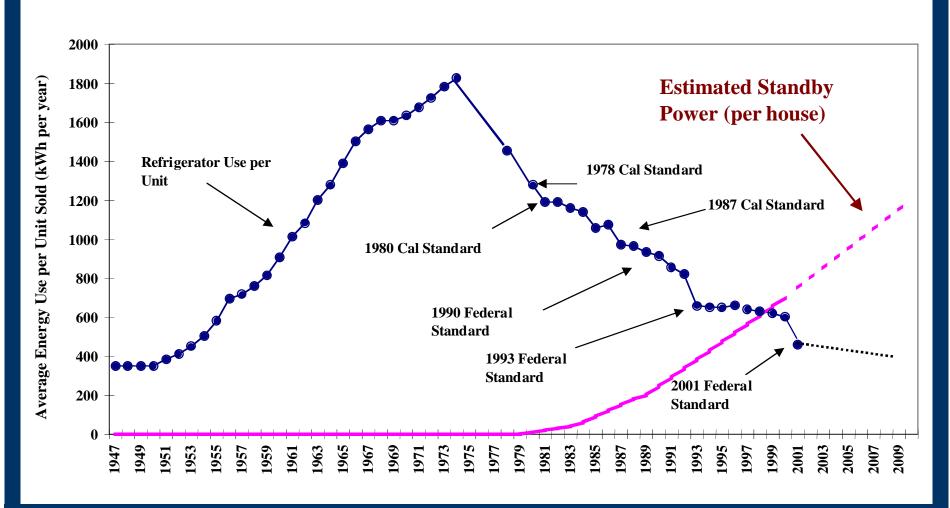
- **Energy Systems Integration * Buildings**
 - Microgrid DIS, NREL
 - CERTS LBNL, EPRI, SNL
 - CITRIS UCB, DARPA
- * Renewables
 - Wind, biomass, BIPV NREL, various
 - MSW-EPA
- * Environmental
 - Climate Change Center -NOAA, **Scripps**
 - Sequestration NETL, various
- * IAW
 - COPE NETL, USC
 - **SIOF**

- - **Building envelopes, appliances** - LBNL
 - **▶** Cool roofs LBNL, ORNL
- * EPAG
 - ARICE LLNL, ANL, WAUKESHA
 - SOFC LLNL, various
 - Microturbines Catalytica, **Solar Turbines**
 - **▶** CO2 separation CES, LLNL

CEC R&D Program for Improving Efficiency and Developing Distributed Resources also Addresses Climate Change



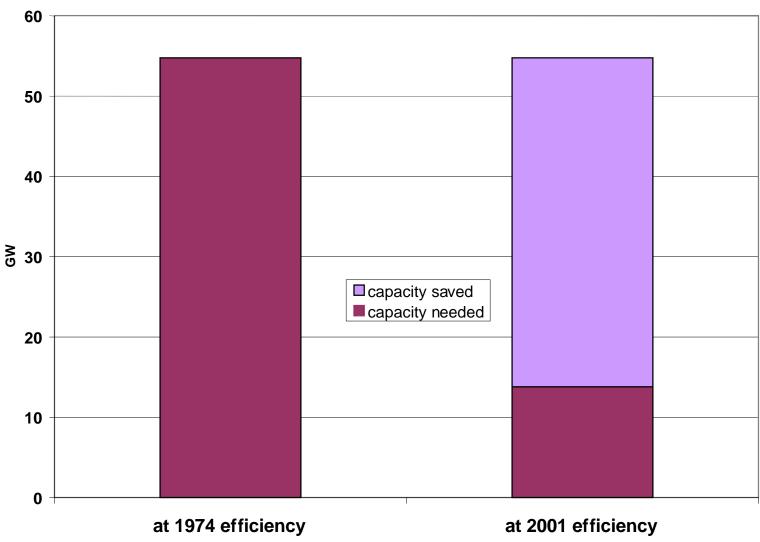
United States Refrigerator Use (Actual) And Estimated Household Standby Use v. Time





Electricity Generating Capacity for 150 Million Refrigerators + Freezers in the US







Berkeley Lamp



- * Model partnership between CEC/DOE/California utilities
 - PIER funded Phase 1 to develop task/ambient lamp concept
 - DOE funded Phase 2 to develop specific lamp configuration
 - PIER was instrumental in moving the technology into the marketplace via coordination with the Utility Emerging Technology Coordinating Council



Project is both a technical success and a customer success



RD&D for Industry, Agriculture & Water

pier

Technology

* Redesigned fumehood for cleaning contaminated indoor air

Benefits

- * Saves up to 50% of the energy
- * Applicable in electronics fabrication,
- * Pharmaceuticals, biomedical and chemical industries
- * 30,000 fumehoods in California
- * Potential to save \$30 million per year in California







PowerLight's PowerGuard



While California is known for its hot dry summers, that same solar resource provides a clean, safe and reliable way to generate electricity



PowerLight's insulated 30 year roof system reduces building air conditioning loads while it's PV surface generates electricity during hot and expensive peak summer hours



The Yolo County Success



Accomplishments

- Is opening the way for landfill gas electricity systems to be more widely used in California
 - Accelerates gas production from over 30 years to less than 10 years, making landfill electricity more competitive
 - Reduces volume of landfill which can extend landfill life by 20 percent
 - Significantly reduces the chance for groundwater pollution from leachate release
- Has become the leading bioreactor project within EPA's XL Program and will strongly influence landfill regulations across the country

CEC's Role

Through the CEC's R&D programs, we're bringing bioreactor technology from concept to reality



Control cell without bioreactor



Enhanced bioreactor cell



Xonon Cool Combustion System - Catalytica Energy Systems, Inc.

pier

Description:

* Gas turbine combustion system that controls combustion temperature to prevent the formation of NO_x

Benefits:

- * Lower NO_X emissions without SCR
- * Allows deployment of smaller turbines for DG
- * Expandable to large, central station turbines
- * Use with Kawasaki turbine





Dynamic Transmission Line Rating

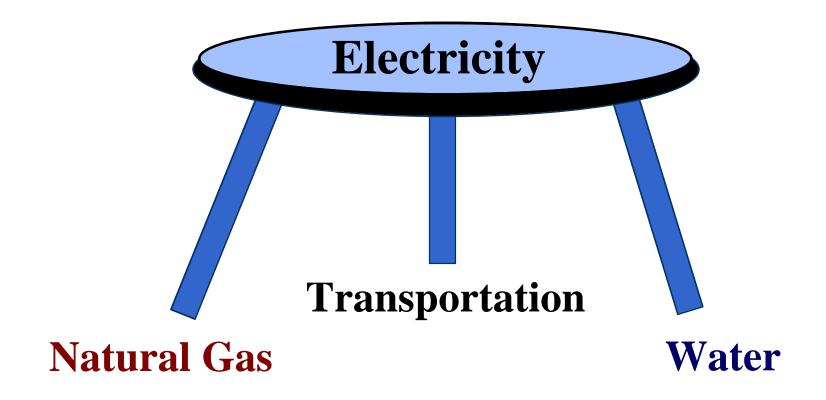




- Congestion cost \$169M on Path 15 in 4th Qtr 2000
- * System monitors line's tension in real-time
- Path 15 demonstration indicating greater than 390 MW increased capacity
- * Environmental benefit through delay/avoidance of new transmission corridors

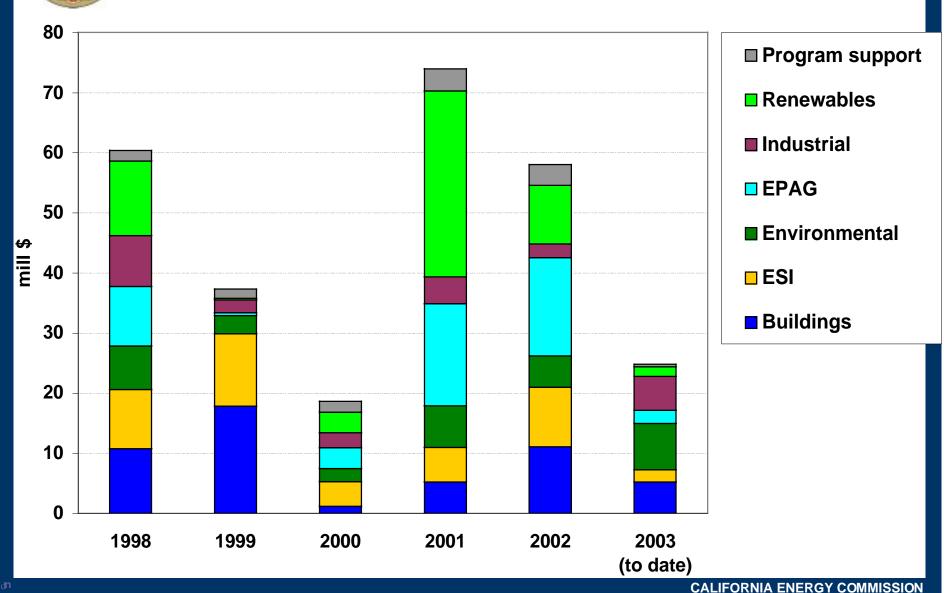


President's Commission on Critical Infrastructure Protection Highlights Vulnerabilities and Interdependencies





PIER Encumbrances by Year and Program Are Pier



CEC/PIER is Already Providing a Stream of Products Consistent with the California Energy Action Plan (CEAP)

CEAP Goal

PIER Issue

Products

Optimize efficiency, Reduce demand

Reduce per capita energy use





Ensure power supply meet RPS

MEET RPS

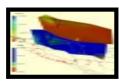




Upgrade T&D structure

T&D System must be reliable and congestion-free





Promote DG

Peak demand reduction Low emissions DG Reliable, affordable DG



Ensure reliable supply of NG

Meet marketplace needs





Expectations Include Development Pier & Enhancement of Critical Relationships

- * Success in connecting with peers in DOE and other agencies
 - Collaborative funding
 - Reciprocity on review teams
 - Enhanced CEC visibility: Making a difference on a national level
- * Maintaining ties with successful contractors
 - Stream of products to market
 - Step-wise successes from research to deployment
 - On-going value to enhance intellectual critical mass
- * Tying our programs to other state activities and regulations
 - Political strength of programs, i.e. ARB, ADF, DWR, SVMB
 - Linkage of R&D to implementation: i.e. CEC Efficiency, CEC Renewables, CPUC, ARB
 - Linkage to Regulations: SB 1771, SB 1298, CEQA, SB 1078, Title 24



Driving to a Sustainable Future: The "E"s are Linked



- * Environment
- * Energy
- * Economics
- * Equity
- * Education



